### UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111<sup>th</sup> Congress <sup>1</sup>

[Date approved: May 3, 2010]<sup>2</sup>

[Date approved: 1714 3, 2010]			
Bill No. and sponsor: S. 1919 (Mr. Pat Roberts of Kansas).			
<b>Proponent name,</b> location: Payless ShoeSource, Inc., Topeka, KS.			
Other bills on product (111th Congress only): None.			
Nature of bill: Temporary duty suspension through December 31, 2011.			
Retroactive effect: None.			
$Suggested\ article\ description (s)\ for\ enactment\ (including\ appropriate\ HTS\ subheading (s)):$			
Other footwear with uppers of vegetable fibers, for women (provided for in subheading 6405.20.30).			
Check one: X Same as that in bill as introduced.  Different from that in bill as introduced (see Technical comments section).			
Product information, including uses/applications and source(s) of imports:			

The bill covers a variety of women's casual shoes with uppers of vegetable fibers, such as hemp or linen. The primary source of U.S. imports of the subject footwear is China. China supplied approximately \$248.4 million of the \$296.1 million in dutiable imports under HTS statistical reporting number 6405.20.3060 in 2009.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Vincent DeSapio (202-205-3435); Tariff Affairs contact: Jan Summers (202-205-2605).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tariff\_affairs/congress\_reports/">http://www.usitc.gov/tariff\_affairs/congress\_reports/</a>.

<sup>&</sup>lt;sup>3</sup> The sponsor and proponent stated there are more than ten beneficiaries of this bill, including numerous retailers and suppliers.

#### Estimated effect on customs revenue for the subject product classifiable in HTS subheading 6405.20.30:

$\searrow$	2010	2011	2012	2013	2014
Col. 1-General					
rate of duty	7.5%	7.5%	7.5%	7.5%	7.5%
Estimated value					
dutiable imports <sup>a</sup>	\$296,000,000	\$296,000,000	\$296,000,000	\$296,000,000	\$296,000,000
Customs revenue					
loss <sup>b</sup>	\$22,200,000	\$22,200,000	\$22,200,000	\$22,200,000	\$22,200,000

a/ Dutiable import estimates were provided by industry sources.

#### **Contacts with domestic firms/organizations (including the proponent):**

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?	
			(Yes/No)		
Payless ShoeSource, Inc. (Proponent) Curtis Sneden, 785-295-6615	01/13/2010	No	Yes	No	
Footwear Distributors and Retailers of America Matt Priest, 202-737-5660	01/14/2010	No	Yes	No	
American Apparel and Footwear Association Nate Herman, 703-797-9062	01/16/2010	No	Yes	No	
Rubber and Plastic Footwear Manufacturers Association Mitchell J. Cooper, 202-331-1858	01/19/2010	No	No	No	

#### **Technical comments:**<sup>4</sup>

The proponent of the bill has indicated a willingness to narrow the product description in the bill so as to result in a lower customs revenue loss but has not provided precise information on the real product of interest. The article description shown on page 1 would cover all merchandise now imported under HTS statistical reporting number 6405.20.3060.

 $<sup>\</sup>underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

<sup>&</sup>lt;sup>4</sup> The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



# 111TH CONGRESS 1ST SESSION S. 1919

To suspend temporarily the duty on certain women's footwear.

### IN THE SENATE OF THE UNITED STATES

OCTOBER 26, 2009

Mr. Roberts introduced the following bill; which was read twice and referred to the Committee on Finance

## A BILL

To suspend temporarily the duty on certain women's footwear.

1	Be it enacted by the Senate and House of Representa-
2	tives of the United States of America in Congress assembled,
3	SECTION 1. CERTAIN WOMEN'S FOOTWEAR.
4	(a) In General.—Subchapter II of chapter 99 of
5	the Harmonized Tariff Schedule of the United States is
6	amended by inserting in numerical sequence the following
7	new heading:

"	9902.01.00	Other footwear with uppers					
		of vegetable fibers, for					
		women. (provided for in sub-					
		heading 6405.20.30)	Free	No change	No change	On or before	
						19/31/9011	,,

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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